

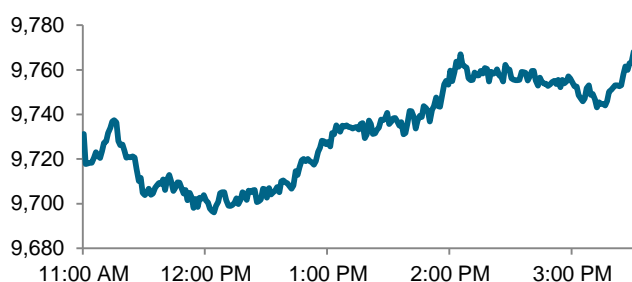
DAILY MARKETS OVERVIEW

24 MAY 2015

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	9,768	0.4	0.4	17.2	20.4
Petrochemicals	6,830	0.5	-0.7	16.6	20.3
Bank & Financials	21,914	0.5	0.2	19.7	15.0
Cement	7,071	-0.1	-0.1	3.2	14.8
Telecom & IT	1,820	0.5	-0.2	-6.3	12.7
Building & Const.	3,825	0.9	0.6	15.8	18.6
Real Estate	8,014	-0.2	-0.1	35.5	34.2
Industrial Investment	8,984	0.1	-0.4	36.3	23.0
Energy & Utilities	7,270	0.2	0.0	28.7	29.0
Insurance	1,652	0.6	4.5	29.5	28.4
Agri. & Food	12,052	-1.0	-0.7	3.3	24.6
Retail	17,806	1.1	2.9	14.7	26.8
Transport	10,414	4.2	9.0	43.8	23.0
Hotel & Tourism	25,108	1.4	2.6	27.0	21.5
Multi-Investment	4,611	0.3	1.9	25.3	38.2
Media & Publishing	2,311	0.1	-0.1	5.0	57.7

Sources: Bloomberg and Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Fitaihi Holding Group	27.5	9.7%	161.7
The National Shipping Co of Saudi Arabia	53.5	6.1%	197.7
Saudi Industrial Export Co	58.5	5.4%	210.9
Saudi Co. for Hardware	134.5	4.6%	525.3
National Gypsum Co	29.7	3.2%	34.4

Source: Tadawul

Upcoming General Meetings

Company	Proposed Date
Bawan Holding	24-May-15
Wafrah for Industry and Development	24-May-15
Gulf General Cooperative Insurance Co	25-May-15
Saudi Enaya Cooperative Insurance	26-May-15
Saudi Arabian Cooperative Insurance	31-May-15
Bupa Arabia for Cooperative Insurance	1-Jun-15
Qassim Agriculture Co	2-Jun-15
Salama Cooperative Insurance	2-Jun-15
Sanad Cooperative Insurance and Reinsurance Co	2-Jun-15

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of May 24, 2015
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI advanced 0.4% and closed at 9,768 on Thursday. Value traded totaled SAR 12.3bn and has averaged SAR 8.8bn in the last 30 days. The five most active stocks (by value) accounted for 54.2% of the total daily value traded.
- Petrochemicals, Banks and Telecom gained 0.5% each. Transport (+4.2%) was the best performing sector while Agriculture & Food (down 1.0%) lost the most. Fitaihi Holding Group (4180/AHFCO AB), and the National Shipping Co. of Saudi Arabia ('Bahri', 4030/NSCSA AB) were the top gainers.
- Oil Minister Ali Al-Naimi has stated that fossil fuels could "become unnecessary" before the middle of the century and KSA has recognized this "eventuality" and is investing into renewable energy sources such as solar energy. (Source: Reuters)
- The Board of Etihad Etisalat Co. ('Mobily', 7020/EEC AB) has accepted the resignation of Independent board member, Engineer Abdulaziz Saleh Al Saghyir. In separate news, Mobily has announced the commercial launch of a cable venture to connect the Middle East with Europe. The high-capacity regional cable network FTTH (fiber-to-the-home, 5,000km) involves several allies including the UAE's Etisalat Group, Zain Jordan, Turkcell, Orange Jordan and Syria Telecommunication. (Sources: Tadawul, Arab News)
- The General Organization for Social Insurance (GOSI) has reduced its ownership in Riyadh Bank (1010/RIBL AB) by c.4.9% and in Alinma Bank (1150/ALNIMA AB) by c.4.25% through "special trades" worth a total of c.SAR 4.4bn (c.USD 1.2bn). (Source: Mubasher)
- The Saudi Arabian Monetary Agency (SAMA) has given temporary approval to Alinma Tokio Marine Co. (8312/ALINMATO AB) for the sale of 23 insurance products and a final approval to Al Alamiya for Cooperative Insurance Co. (8280/ALALAMIYAB) for sale of Medical Malpractice insurance. (Source: Tadawul)
- The CEO of Dur Hospitality Co. (4010/SHARCO AB), Badr Al-Badr, has stated that the tourism market outlook in KSA is "promising" with domestic tourism expenditure forecast to increase annually by c.11% and inbound tourism by c.13%. He added that the completion of the two Holy mosques and other infrastructure projects will be positives to the sector while Saudization poses a challenge. (Source: Arab News)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Airlines Catering Co	167.8	-2.6%	118.5
Savola Group	74.0	-2.3%	61.5
Allianz Saudi Fransi Cooperative Insurance Co	56.3	-1.8%	17.2
Saudi Chemical Co	79.8	-1.5%	43.8
Saudi United Cooperative Insurance Co	17.9	-1.4%	12.5

Source: Tadawul

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Riyadh Bank	18.0	1.7%	2,671.6
Alinma Bank	24.3	0.6%	2,267.0
The Saudi Investment Bank	25.4	1.2%	700.0
Saudi Co. for Hardware	134.5	4.6%	525.3
Saudi Basic Industries Corp	105.3	0.4%	483.8

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	4,119	0.2	1.1	9.1	9.5
Abu Dhabi (ADX)	4,651	0.4	0.4	2.7	11.7
Kuwait (KSE)	6,332	-0.7	-0.4	-3.1	16.6
Qatar (QE)	12,443	-0.6	-0.6	1.3	13.1
Oman (MSM)	6,383	-0.3	0.3	0.6	9.2
Bahrain (BSE)	1,380	0.0	-0.9	-3.3	8.9
DJMENA Index	636	0.1	0.3	6.1	NA

Source: Bloomberg

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,126	-0.2	0.2	3.3	18.8
US (NASDAQ)	5,089	0.0	0.8	7.5	30.5
UK (FTSE 100)	7,032	0.3	1.0	7.1	22.3
Germany (DAX)	11,815	-0.4	3.2	20.5	19.1
France (CAC 40)	5,143	-0.1	3.0	20.4	26.5
Russia (MICEX)	1,663	0.2	-1.7	19.0	9.8
Japan (Nikkei)	20,264	0.3	2.7	16.1	22.9
Hong Kong (HSI)	27,993	1.7	0.6	18.6	11.9
South Korea (KOSPI)	2,146	1.1	1.9	12.0	18.4
China (SHCOMP)	4,658	2.8	8.1	44.0	23.0
India (NIFTY)	8,459	0.5	2.4	2.1	21.2
Brazil (IBOV)	54,377	-1.3	-5.0	8.7	33.7
Turkey (BIST 100)	85,804	-0.9	-1.5	0.7	11.1
Egypt (EGX30)	8,988	1.8	8.2	0.7	16.3
MSCI Emerging Markets	1,038	0.5	-0.6	8.5	14.1
MSCI World	1,804	-0.4	-0.2	5.5	19.0

Source: Bloomberg

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	65.4	-1.8	-2.2	5.2	-37.4
Natural Gas (\$/mmbtu)	2.9	-2.1	-4.2	-2.1	-28.8
Gold (\$/oz)	1,204.9	0.1	-1.6	1.7	-6.8
Silver (\$/oz)	17.1	-0.5	-2.6	8.6	-12.4
Platinum (\$/oz)	1,146.3	-0.7	-1.9	-5.1	-22.2
Copper (\$/t)	6,161.5	-1.5	-3.9	-3.2	-12.2
Zinc (\$/t)	2,178.0	-0.6	-4.9	0.5	4.8
Lead (\$/mt)	1,924.5	0.5	-1.9	3.9	-9.3
Wheat (\$/bu)	515.3	-1.3	0.8	-13.8	-27.5
Corn (\$/bu)	360.0	-1.4	-1.5	-12.7	-27.6
Sugar (\$/lb)	12.6	0.1	-2.3	-17.4	-33.7

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.28	0.28	0.26	0.00
Saudi Arabia	0.78	0.78	0.86	0.50
UAE	0.74	0.74	0.68	0.46
Kuwait	1.25	1.25	1.06	0.97
Qatar	1.11	1.12	1.06	0.84
Bahrain	0.70	0.70	NA	0.42

Source: Bloomberg

NOTES: (1) Prices updated as of May 24, 2015
(2) WTD: Week to Date and YTD: Year to Date
(3) *Spread over 3-month USD LIBOR

GCC & Global Markets Update

- The US markets ended mostly in the red on Friday. The S&P 500 fell 0.2% while the Dow Jones Industrial Average declined 0.3%. The NASDAQ ended flat. In Europe, the UK gained 0.3% while Germany fell 0.4%. France closed almost flat.
- On Friday, Asian markets closed in the green. Japan advanced 0.3% while Hong Kong rose 1.7%. South Korea advanced 1.1% while China is up 2.8%. India closed 0.5% higher.
- The GCC markets ended mixed on Thursday. Ex-KSA, Abu Dhabi (+0.4%) was the best performing market followed by Dubai (+0.2%). Kuwait fell 0.7% while Qatar declined 0.6%. Bahrain ended flat while Oman closed 0.3% lower.
- Macro cues from the US were mixed. The PMI Manufacturing Index (flash) fell to 53.8 in May (consensus: 54.6, April: 54.2) while the Leading Indicators increased 0.7% MoM in April [consensus: +0.3% MoM; March: +0.4% MoM (revised)]. Existing Home Sales in April declined to 5.04mn (annualized), falling short of market expectation [consensus: 5.22mn, March: 5.21mn (revised)]. Consumer Price Index rose 0.1% MoM (down 0.2% YoY) in April [consensus: +0.1% MoM; March: +0.2% MoM (revised)]. (Source: Econoday)
- The Bank of Japan (BoJ) has kept its key interest rate range unchanged at 0 to 0.1% and stated that it will continue to buy bonds at an annual pace of YEN 80 trillion. (Source: Econoday)
- The US Fed Chair Janet Yellen has stated that the Fed is expected to raise rates in 2015, although the process will be "gradual". Yellen added that the timing of the first rate hike (market expectation: rate hike in September 2015) will be dependent on the "strength" of the economic data. (Source: Reuters)
- The Bank of England (BoE) has confirmed that it "plans to assess" the implications of a possible British exit from the European Union (EU). (Source: Reuters)
- The Dutch government has decided to start selling the state-owned bank - ABN Amro. A part of the process, c.20% to 30% of the bank will be sold in 4Q 2015 while the entire flotation process will take "several years", according to the Finance Minister. (Source: Reuters)
- According to state officials, Egypt will launch a USD 3.0bn tender in early June 2015 to buy liquefied natural gas (LNG) for 2016 and 2017. (Source: Arab News)
- According to the Nielsen Global Survey, consumer confidence in the UAE had the highest index score in the middle east region in 1Q 2015 (at 115; +1 point QoQ; fourth highest globally) and followed by Saudi Arabia (at 107 score; +5 points QoQ). (Source: Arabian Business)
- Oman Oil Refineries and Petroleum Industries Co. (ORPIC) has signed for a syndicated loan of OMR 350mn (USD 910mn; ten-years) from local/regional banks to part finance its expansion projects. (Source: Zawya)
- Kuwait-based Al-Ahli Bank (AABK KK) will pay USD 150mn cash for a 98.5% stake in the Egyptian unit of Piraeus Bank (deal at Price/Book of 1.4x times 2014). The deal requires regulatory approvals in Egypt, Greece and Kuwait. (Source: Arab News)

Coming Up

- The US PMI Services Index (flash) for the month of May (consensus: 56.5; prior: 57.8), and Durable Goods Orders for April (consensus: down 0.6% MoM; prior: +4.0 MoM) will be released on Tuesday, May 26, 2015. (Source: Econoday)

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